


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

| | |
|--|---|
| <p>W-01344A Tacna Water Management Co., P.O. Box 4909 Yuma, AZ 85366</p> <p>Note: Name Changed and Filed w/ACC</p> |  |
|--|---|

ANNUAL REPORT

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2005 |
|----|----|------|

FOR COMMISSION USE

| | |
|-------|----|
| ANN04 | 05 |
|-------|----|

8-17-07

COMPANY INFORMATION

| | | |
|---|--|--|
| Company Name (Business Name) <u>Tacna Water Management Co.</u> | | |
| Mailing Address <u>2993 S Az Avenue</u> | | |
| <u>Yuma</u> (City) | <u>Az</u> (State) | <u>85364</u> (Zip) |
| <u>928-341-9885</u> Telephone No. (Include Area Code) | <u>928-341-0180</u> Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address <u>Tacnawater@aol.com</u> | | |
| Local Office Mailing Address <u>Same</u> | | |
| (City) | <u>N/A</u> (State) | (Zip) |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address <u>N/A</u> | | |

= MANAGEMENT INFORMATION =

| | | |
|---|--|---|
| Management Contact: <u>Steve Kelland</u> <u>Sec.</u> | | |
| <u>2993 S Az Ave</u> (Street) | <u>Yuma</u> (City) | <u>Az</u> <u>85364</u> (State) (Zip) |
| <u>928-341-9885</u> Telephone No. (Include Area Code) | <u>928-341-0180</u> Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address _____ | | |
| On Site Manager: <u>Natalie Rivera</u> | | |
| <u>P.O. Box 325</u> (Street) | <u>Tacna</u> (City) | <u>Az</u> <u>85364</u> (State) (Zip) |
| <u>928-785-3507</u> Telephone No. (include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address _____ | | |

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

COMPANY INFORMATION

| | | | |
|---|--|--|--|
| Company Name (Business Name) <u>Tacna Water Management Co.</u> | | | |
| Mailing Address <u>2993</u> <u>S</u> <u>Az</u> <u>Ave</u> | | | |
| <u>Yuma</u> (City) | | <u>Az</u> (State) | <u>85364</u> (Zip) |
| <u>928-341-9885</u> Telephone No. (Include Area Code) | | <u>928-341-0180</u> Fax No. (Include Area Code) | <u>N/A</u> Pager/Cell No. (Include Area Code) |
| Email Address <u>tacnawater@aol.com</u> | | | |
| Local Office Mailing Address <u>Same</u> | | | |
| <u></u> (City) | | <u></u> (State) | <u></u> (Zip) |
| <u></u> Local Office Telephone No. (Include Area Code) | | <u></u> Fax No. (Include Area Code) | <u></u> Pager/Cell No. (Include Area Code) |
| Email Address <u></u> | | | |

MANAGEMENT INFORMATION

| | | | |
|--|--|--|---|
| Management Contact: <u>Steve Kelland</u> <u>Secretary</u> | | | |
| <u>2993</u> <u>S</u> <u>Az</u> <u>Ave</u> | | <u>Yuma</u> (City) | <u>Az</u> <u>85364</u> (State) (Zip) |
| <u>928 246 9121</u> Telephone No. (Include Area Code) | | <u></u> Fax No. (Include Area Code) | <u></u> Pager/Cell No. (Include Area Code) |
| Email Address <u>sbkelland@aol.com</u> | | | |
| On Site Manager: <u>Sam P</u> | | | |
| <u></u> (Street) | | <u></u> (City) | <u></u> <u></u> (State) (Zip) |
| <u></u> Telephone No. (Include Area Code) | | <u></u> Fax No. (Include Area Code) | <u></u> Pager/Cell No. (Include Area Code) |
| Email Address <u></u> | | | |

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

| | | | |
|--|-------------|------------------------------------|--------------|
| Statutory Agent: <u>Don Kelland</u> | | | |
| (Name) | | | |
| <u>3993 S Ac Ave</u> | <u>Yuma</u> | <u>Az</u> | <u>85364</u> |
| (Street) | (City) | (State) | (Zip) |
| <u>928 580 1799</u> | | | |
| Telephone No. (Include Area Code) | | Fax No. (Include Area Code) | |
| | | Pager/Cell No. (Include Area Code) | |
| Attorney: <u>Barton L Baker</u> | | | |
| (Name) | | | |
| <u>1525 1st Ave</u> | <u>Yuma</u> | <u>Az</u> | <u>85364</u> |
| (Street) | (City) | (State) | (Zip) |
| <u>928-782-1245</u> | | | |
| Telephone No. (Include Area Code) | | Fax No. (Include Area Code) | |
| | | Pager/Cell No. (Include Area Code) | |

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input checked="" type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|--------------|---|-----------------------|-------------------------------------|--------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | | | |
| 307 | Wells and Springs | | | |
| 311 | Pumping Equipment | | | |
| 320 | Water Treatment Equipment | | | |
| 330 | Distribution Reservoirs and Standpipes | | | |
| 331 | Transmission and Distribution Mains | | | |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | | | |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 21,057 | 0 | 0 |

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | | | |
| 307 | Wells and Springs | | | |
| 311 | Pumping Equipment | | | |
| 320 | Water Treatment Equipment | | | |
| 330 | Distribution Reservoirs and Standpipes | | | |
| 331 | Transmission and Distribution Mains | | | |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | | | |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 121,057 | 0 | 0 |

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

BALANCE SHEET

| Acct No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-------------|---|------------------------------------|------------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ | \$ |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | | |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ | \$ |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ | \$ |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation – Utility Plant | | |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | TOTAL FIXED ASSETS | \$ | \$ |
| | TOTAL ASSETS | \$ | \$ |

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$ | \$ |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | | |
| 236 | Accrued Taxes | | |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ See | \$ |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ Attachment | \$ A |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | | |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | | |
| 272 | Less: Amortization of Contributions | | |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ | \$ |
| | TOTAL LIABILITIES | \$ | \$ |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | | |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ | \$ |
| | TOTAL LIABILITIES AND CAPITAL | \$ | \$ |

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|-----------|---|------------------|--------------|
| 461 | Metered Water Revenue | \$ 27,916 | \$ 38,982.49 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | | |
| | TOTAL REVENUES | \$ | \$ |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ | \$ |
| 610 | Purchased Water | | |
| 615 | Purchased Power | | |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | | |
| 621 | Office Supplies and Expense | | |
| 630 | Outside Services | | |
| 635 | Water Testing | | |
| 641 | Rents | Not Available | |
| 650 | Transportation Expenses | | |
| 657 | Insurance – General Liability | See Attachment A | |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | | |
| 403 | Depreciation Expense | | |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | | |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ | \$ |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ | \$ |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ | \$ |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | | |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ | \$ |
| | | | |
| | NET INCOME/(LOSS) | \$ | \$ |

COMPANY NAME Tacna Water Management Co.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|---------|---------|---------|---------|
| Date Issued | | | | |
| Source of Loan | | | | |
| ACC Decision No. | | | | |
| Reason for Loan | | | | |
| Dollar Amount Issued | \$ | \$ | \$ | \$ |
| Amount Outstanding | \$ | \$ | \$ | \$ |
| Date of Maturity | | | | |
| Interest Rate | % | % | % | % |
| Current Year Interest | \$ | \$ | \$ | \$ |
| Current Year Principle | \$ | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME Tacna Water Management Co. 2005

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 1 | 20 HP | 150 | 3-400' | 12" | | |
| | 15 HP | 100 | 3-400' | 12" | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|------------------------|----------------|--|
| 38 E and County 5th St | 250 | Not in use Yet |
| 2 Wells | 250 | Not in use Yet |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|----------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 4" 20 HP Sub. | 1 | | |
| 4" 15 HP Sub | 1 | | |
| 4" 20 HP WMTDD | 1 | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 300,000 | 1 | 2,000 | 1 |
| | | | |
| | | | |
| | | | |

COMPANY NAME Tacna Water Management Co. 2005

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | PVC | 3000' |
| 3 | | |
| 4 | Transite | 1600' |
| 5 | | |
| 6 | Transite | 1200' |
| 8 | | |
| 10 | | |
| 12 | | |
| 4" | C900PVC | 1700' |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | |
| 3/4 | 160 |
| 1 | 7 |
| 1 1/2 | |
| 2 | 2 |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Tubo 4 | |
| Comp. 6 | |
| Tubo 6 | |
| | |
| | |

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

None

STRUCTURES:

None

OTHER:

COMPANY NAME: Tacna Water Management Co. 2005

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD | GALLON PUMPED (Thousands) |
|-----------|---------------------|--------------|---------------------------|
| JANUARY | 143 | 1,095 | |
| FEBRUARY | 143 | 748 | |
| MARCH | 143 | 1,107 | |
| APRIL | 144 | 1,376 | |
| MAY | 144 | 1,728 | |
| JUNE | 144 | 1,332 | |
| JULY | 146 | 2,405 | |
| AUGUST | 145 | 1,787 | |
| SEPTEMBER | 144 | 1,946 | |
| OCTOBER | 145 | 1,654 | |
| NOVEMBER | 151 | 1,177 | |
| DECEMBER | 144 | 1,896 | |
| TOTAL | | 15,592 | |

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. _____ mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME TACNA Water Management Co YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ See Attachment B

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|-------------------------|
| COUNTY OF (COUNTY NAME) | Yuma |
| NAME (OWNER OR OFFICIAL) TITLE | Steve Kelland Secretary |
| COMPANY NAME | Yuma Water Management |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2005 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

(SEAL)

| | |
|-------------|-------|
| COUNTY NAME | |
| MONTH | .20__ |

MY COMMISSION EXPIRES _____

SIGNATURE OF NOTARY PUBLIC _____

COMPANY NAME Tacna Water Management Co YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

0

State Taxable Income Reported
Estimated or Actual State Tax Liability

288427

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

38,985.49

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

8/14/07
DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|---------------------------|
| COUNTY OF (COUNTY NAME) | Yuma |
| NAME (OWNER OR OFFICIAL) TITLE | Steve Kelland Secretary |
| COMPANY NAME | Tacna Waste Management Co |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2005 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 928.60

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

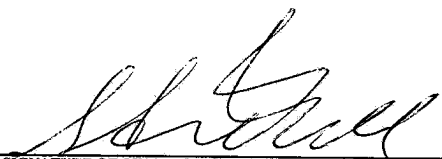
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS _____ DAY OF

(SEAL)

MY COMMISSION EXPIRES _____


SIGNATURE OF OWNER OR OFFICIAL
928-341-9885
TELEPHONE NUMBER

| | | |
|-------------|----|--|
| COUNTY NAME | | |
| MONTH | 20 | |

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|------------------------|
| COUNTY OF (COUNTY NAME) <u>Yuma</u> | |
| NAME (OWNER OR OFFICIAL) <u>Steve Kelland</u> | TITLE <u>Secretary</u> |
| COMPANY NAME | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2005 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 2166.77

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
928-341-9885
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

| | |
|--------------------|------|
| NOTARY PUBLIC NAME | |
| COUNTY NAME | |
| MONTH | 20__ |

(SEAL)

MY COMMISSION EXPIRES

X

SIGNATURE OF NOTARY PUBLIC

PROPERTY TAX FORM
WATER, SEWER AND WASTEWATER UTILITY COMPANIES
Tax Year 2007

BALANCE SHEET AND INCOME INFORMATION

Company Name: TALNA WATER MANAGEMENT CO CVP Tax ID: _____

INCOME DATA

Attachment A

Year Ended
12/31/2005

1. GROSS OPERATING REVENUES

Report all monies collected from the sales to all customer classes (residential and commercial), including monies collected for connect/disconnect fees, testing, maintenance and repair charges paid by customer. Also include monies collected for city and/or state transaction privilege (sales) or use tax.

38,982.49

2. SALES TAX

Report all monies collected for city and/or state transaction privilege (sales) or use tax.

2,584.27

3. ADJUSTED GROSS REVENUES

Subtract SALES TAX (2) from GROSS OPERATING REVENUES (1)

36,398.22

Note: Explain any significant increase or decrease in revenues from previous year in the comment section.

Comments:

NONE

Attachment B

PROPERTY TAX FORM
 FOR SEWER AND WASTEWATER UTILITY COMPANIES
 Tax Year 2007
BALANCE SHEET AND INCOME INFORMATION

Company Name: TALNA WATER MANAGEMENT CO CVP Tax ID: _____

Year Ended
12/31/2005

FINANCIAL DATA

1. ORIGINAL COST of PLANT IN SERVICE

Include the original capitalized cost of all property owned or leased by the utility company for use in its operations. Include all structures and improvements, wells and springs, pumping equipment, water/sewer treatment equipment, transmission and distribution mains, services, meters, hydrants and all other miscellaneous equipment and supplies. DO NOT INCLUDE LAND AND LAND RIGHTS.

91,191

2. LICENSED TRANSPORTATION*

- 0 -

3. TOTAL PLANT IN SERVICE

91,191

4. REPORT NET BOOK VALUE OF LICENSED TRANSPORTATION

Report only the vehicles that are licensed and used strictly for the utility company's purposes from Item 2 above. "Net book value" is defined as the original cost minus accumulated depreciation.

- 0 -

5. LAND AND LAND RIGHTS

6. CONSTRUCTION WORK IN PROGRESS

- 0 -

Report any cost of the plant in the process of construction, but not ready for service as of December 31, 2005.

Comments:

NOTE: *To be separately extracted from utility plant accounts.

Explain any significant increase or decrease from the previous year in the comment section.

The information contained herein is subject to verification with information reported to the Arizona Corporation Commission. On the accompanying copy of PS1220-01 (Statement of Original Cost per Balance Sheet) the totals reported under Current Year Buildings and Structures plus Current Year Personal Property should equal Item 1 (Original Cost of Plant in Service).